

REGIONAL HOUSING NEEDS ALLOCATION (RHNA) 6 ALLOCATION

CITY COUNCIL MEETING



BACKGROUND

Background



- Since 1929, as mandated by State law, all cities and counties are required to accommodate their fare share of regional housing needs (RHNA) through Housing Elements update
- The California Department of Housing and Community Development (HCD) determines the overall housing needs and the fair share for each region
- The Association of Bay Area Governments (ABAG) allocates the Bay Area regional housing needs to each county and cities
- The RHNA assignment for each jurisdiction is comprised of the following income categories:
 - Very-low (50% AMI*)
 - Low (80% AMI*)
 - Moderate (120% AMI*)
 - Above moderate

Background



- Jurisdictions must plan to accommodate the allocated housing units by updating their Housing Elements to coincide within the RHNA cycle
 - Current Housing Element is a planning document that sets forth policy and strategy for the City to achieve its RHNA obligation
 - Private development choices are held by developers
- 2015-2023 Housing Elements (RHNA 5) cycle requires
 1,155 housing units to be completed by December 2022
 - San Bruno has completed a total of 203 units by the end of 2020

Background



- Next Housing Elements (RHNA 6) covers the period of 2023 to 2031 and needs to be certified by HCD on or before January 2023
 - 2017 and 2018 State legislation updates affect each city's certification criteria and anticipate a significant increase in the RHNA 6 cycle due to State's declaration of housing crisis
- San Bruno is behind on meeting its obligation but remains compliant with the current Housing Elements



RHNA 5 PROGRESS

RHNA 5 progress



| Income Level | RHNA | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | Total Units to Date | Remaining RHNA |
|-------------------|-------|------|------|------|------|------|------|---------------------------|-------------------|
| Very Low | 358 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 358 |
| Low | 161 | I | 4 | 14 | 6 | 42 | 7 | 74 | 87 |
| Moderate | 205 | I | 41 | 0 | 0 | 5 | 0 | 47 | 158 |
| Above Moderate | 431 | 9 | 42 | I | 0 | 2 | 28 | 82 | 349 |
| Total Units | 1,155 | Ш | 87 | 15 | 6 | 49 | 35 | 203 | 952 |

San Bruno remains compliant with its current Housing Element but is behind on meeting the required overall housing production

RHNA 5 progress



- Approved 2020 Developments:
 - Mills Park Center Development (427 units)
 - Skyline SFRs
 - ADUs
- Anticipated 2021 Development Approvals:
 - Glenview Terrace development (29 units)
 - 271 El Camino Real townhome development (22 units)
 - ADUs and new SFRs





RHNA 6 ALLOCATION

RHNA 6 Allocation



San Bruno Final Draft RHNA 6 allocation

| | Very low income | Low income | Moderate income | Above Moderate income | Total |
|--|-----------------|---------------|--------------------|-----------------------------|-------|
| 6 th RHNA Final Draft Allocation | 704 | 405 | 573 | 1,483 | 3,165 |

Major Factors that affect the Final Draft Allocation:

- Adjustments in the final draft of Play Bay Area 2050
 - New housing growth shifted to areas with projected job growth and transit-rich communities
 - Implementing public lands strategy, aging shopping malls, office parks, etc.

RHNA 6 Allocation



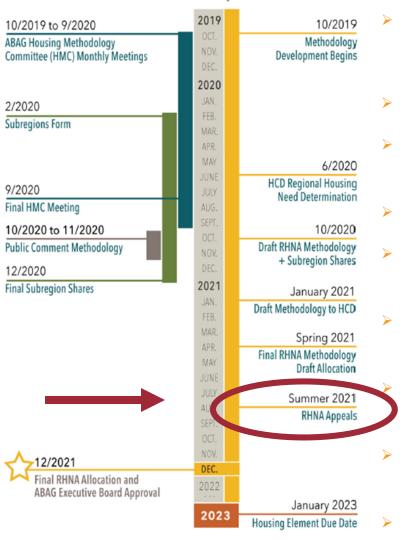
San Bruno RHNA 5 & 6 Allocations Comparison

| | Very low income | Low income | Moderate income | Above Moderate income | Total |
|-----------------------------------|-----------------|---------------|--------------------|-----------------------------|-------|
| Fifth RHNA Final Allocation | 358 | 161 | 205 | 431 | 1,155 |
| Sixth RHNA Final Draft Allocation | 704 | 405 | 573 | 1,483 | 3,165 |
| Changes in Units | +346 | +244 | +368 | +1,052 | +2010 |
| Changes in % | +97% | +152% | +180% | +244% | +174% |

Next Steps: RHNA 6 Process



2023-2031 RHNA Development Timeline



- RHNA 6 process started late 2019
- HCD released region's allocation in June 2020
- Draft methodology and allocation released in October 2020
- Final draft RHNA 6 allocation released in December 2020
 - ABAG approved methodology and final draft RHNA 6 allocation in January 2021
- After ABAG's approval, HCD will review and approve the final RHNA allocation in Spring 2021
 - After HCD's approval, Appeal period will follow during Summer 2021
- Final RHNA 6 allocation will be finalized by December 2021
 - Housing Element due to HCD by January 2023